

**UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE**

In re: W. R. Grace & Co., et al  
Debtor

**Case No. 01-01139 Jointly Administered**  
**Reporting Period: June 2004**

**MONTHLY OPERATING REPORT**

File with Court and submit copy to United States Trustee within 20 days after end of month

Submit copy of report to any official committee appointed in the case.

<b>REQUIRED DOCUMENTS</b>	<b>Form No.</b>	<b>Document Attached</b>	<b>Explanation Attached</b>
Schedule of Cash Receipts and Disbursements	MOR-1	X	
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1 (con't)	X	
Copies of bank statements		X	
Cash disbursements journals			Not available
Statement of Operations	MOR-2	X	
Balance Sheet	MOR-3	X	
Status of Postpetition Taxes	MOR-4	X	
Copies of IRS Form 6123 or payment receipt			Not available
Copies of Federal income tax returns filed during reporting period			None filed
Summary of Unpaid Postpetition Debts	MOR-4		See Note #4
Listing of aged accounts payable			See Note #4
Accounts Receivable Reconciliation and Aging	MOR-5	X	
Debtor Questionnaire	MOR-5	X	

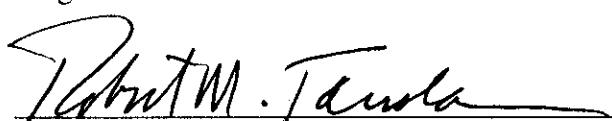
I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the documents attached are true and correct to the best of my knowledge and belief.

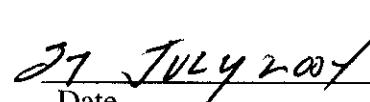
\_\_\_\_\_  
Signature of Debtor

\_\_\_\_\_  
Date

\_\_\_\_\_  
Signature of Joint Debtor

\_\_\_\_\_  
Date

  
\_\_\_\_\_  
Signature of Authorized Individual\*

  
\_\_\_\_\_  
Date

Robert M. Tarola  
\_\_\_\_\_  
Printed Name of Authorized Individual

Senior Vice President and  
Chief Financial Officer  
\_\_\_\_\_  
Title of Authorized Individual

\*Authorized individual must be an officer, director or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.

**W. R. Grace & Co.  
Monthly Financial Report  
June 30, 2004**

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**Bank Statements**

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**Forward-Looking Information**

This monthly financial report contains forward-looking information that involves risks and uncertainties. For such information, Grace claims the protection of the safe harbor for forward-looking statements contained in the Private Securities Litigation Reform Act of 1995. Actual results could differ materially from the results predicted, and reported results should not be considered as a indication of future performance. Factors that could cause actual results to differ from those contained in the forward-looking information include those factors set forth in Grace's most recent Annual Report on Form 10-K and quarterly reports on Form 10-Q, which have been filed with the Securities Exchange Commission.

**Statement of Confidentiality**

The information contained in the monthly financial report contains confidential information of W. R. Grace & Co. and its subsidiaries (the "Confidential Information"). The Confidential Information has been prepared solely for information purposes and may not be disclosed to any person or entity or reproduced, disseminated or disclosed, in whole or in part, except to officers, directors, employees, and representatives of the recipient ("Representatives") or as required by applicable law or regulation. By receipt of the Confidential Information, each recipient agrees to (1) use the Confidential Information only to enhance its understanding of Grace and its businesses, and (2) inform its Representatives of the confidential nature of such information and direct them to treat such information in accordance with the terms. Each recipient agrees to be responsible for any breach of these provisions by any of its Representatives.

## **Monthly Operating Report**

W. R. Grace &amp; Co. - Conn

## Schedule of Cash Receipts and Disbursements

MOR-1

June 2004

	JP Morgan Chase Disbursement 0101013572	Wachovia Lockbox 8619039102	First Union Deposit Acct 2199500021812	First Union Payroll 2079900003615	Merrill Lynch Investment 3329726	Merrill Lynch Investment 3343175	JP Morgan Chase Holding 32223141
CASH BEGINNING OF MONTH	\$ 131,475	\$ -	\$ (0)	\$ 0	\$ 162,332,769	\$ 0	\$ 739,413
RECEIPTS							
ACCOUNTS RECEIVABLE - THIRD PARTIES							
ACCOUNTS RECEIVABLE - INTERCOMPANY							
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI							
DIP BORROWINGS							
TRANSFERS IN - THIRD PARTIES			446,752				
TRANSFERS IN - NONFILING ENTITIES							
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	200,000			2,509,845	81,900,000		
MISCELLANEOUS			4,620		146,427		624
TOTAL RECEIPTS	200,000	-	451,372	2,509,845	82,046,427	-	624
DISBURSEMENTS							
PAYROLL					1,692,364		
PAYROLL TAXES					801,886		
TRADE PAYABLES - THIRD PARTIES							
TRADE PAYABLES - INTERCOMPANY							
ACCOUNT SECURITIZATION							
PAYMENTS AS SERVICER FOR GRPI							
DIP PRINCIPAL REPAYMENTS							
DIP INTEREST AND USAGE FEES							
TRANSFERS OUT - THIRD PARTIES	207,459						
TRANSFERS OUT - NONFILING ENTITIES							
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS			451,372		49,400,000		
MISCELLANEOUS					15,596		
TOTAL DISBURSEMENTS	207,459	-	451,372	2,509,845	49,400,000	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	(7,459)	-	-	0	32,646,427	-	624
CASH - END OF MONTH	124,016	-	(0)	0	194,979,195	0	740,038

## Note #1

Various payments are made by W. R. Grace & Co. - Conn on behalf of other debtor entities. Such activity may include salary of employees, legal and professional fees, and other expenditures, and is generally recorded via intercompany accounts. In addition, certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W. R. Grace &amp; Co. - Conn

## Schedule of Cash Receipts and Disbursements

MOR-1

June 2004

	JP Morgan Chase Concentration 16001287	Bank of America Lockbox 8188203114	First Union Concentration 2000000282172	First Union Payroll 2079900016741	First Union Petty Cash 2079900006600	Civic Bank Payroll 15502015738	First Union Libby Medical 2079900065006
<b>CASH BEGINNING OF MONTH</b>	\$ 297,878	\$ 2,554,554	\$ 0	\$ -	\$ -	\$ 0	\$ -
<b>RECEIPTS</b>							
ACCOUNTS RECEIVABLE - THIRD PARTIES		44,519,523					
ACCOUNTS RECEIVABLE - INTERCOMPANY		247,978					
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI							
DIP BORROWINGS							
TRANSFERS IN - THIRD PARTIES	3,150,000						
TRANSFERS IN - NONFILING ENTITIES	57,854,958						
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	141,437,462		80,400,000	5,496,721	19,501		107,353
MISCELLANEOUS					12,061		
<b>TOTAL RECEIPTS</b>	<b>202,442,419</b>	<b>44,767,501</b>	<b>80,400,000</b>	<b>5,496,721</b>	<b>31,562</b>		<b>107,353</b>
<b>DISBURSEMENTS</b>							
PAYROLL					3,690,595		
PAYROLL TAXES					1,756,094		
TRADE PAYABLES - THIRD PARTIES	202,991						
TRADE PAYABLES - INTERCOMPANY							
ACCOUNT SECURITIZATION							
PAYMENTS AS SERVICER FOR GRPI							
DIP PRINCIPAL REPAYMENTS							
DIP INTEREST AND USAGE FEES	182,444						
TRANSFERS OUT - THIRD PARTIES	12,221,874	959,389				31,562	
TRANSFERS OUT - NONFILING ENTITIES	17,231,315						
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	172,661,966	44,789,477	80,374,886				
MISCELLANEOUS			25,114	50,032			107,353
<b>TOTAL DISBURSEMENTS</b>	<b>202,500,591</b>	<b>45,748,886</b>	<b>80,400,000</b>	<b>5,496,721</b>	<b>31,562</b>		<b>107,353</b>
<b>NET CASH FLOW</b> <b>(RECEIPTS LESS DISBURSEMENTS)</b>	<b>(58,172)</b>	<b>(981,364)</b>	<b>-</b>	<b>-</b>	<b>(0)</b>		<b>-</b>
<b>CASH - END OF MONTH</b>	<b>239,706</b>	<b>1,573,189</b>	<b>0</b>	<b>-</b>	<b>(0)</b>	<b>0</b>	<b>-</b>

**Note #1**

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W. R. Grace &amp; Co. - Conn

## Schedule of Cash Receipts and Disbursements

MOR-1

June 2004

	First Union Accts Payable 2079920005761	First Union Payroll 2079900067554	Wachovia Lockbox 1866-082535	First Union Accts payable 2079900005280	First Union Accts Payable 2079900005231	Affiliated Payroll 1622663	SunTrust Payroll 00000141306	PNC 4002641360
<b>CASH BEGINNING OF MONTH</b>	\$ (0)	\$ -	\$ 0	\$ 0	\$ 0	\$ 52,114	\$ 45,246	\$ 24,567
<b>RECEIPTS</b>								
ACCOUNTS RECEIVABLE - THIRD PARTIES			31,262,548					
ACCOUNTS RECEIVABLE - INTERCOMPANY			13,684,208					
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI								
DIP BORROWINGS								
TRANSFERS IN - THIRD PARTIES								
TRANSFERS IN - NONFILING ENTITIES								
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	35,006,871	1,602,385		2,308,097	33,324,114	4,317,575		
MISCELLANEOUS								
<b>TOTAL RECEIPTS</b>	<b>35,006,871</b>	<b>1,602,385</b>	<b>44,946,756</b>	<b>2,308,097</b>	<b>33,324,114</b>	<b>4,317,575</b>	<b>-</b>	<b>-</b>
<b>DISBURSEMENTS</b>								
PAYROLL		957,818					2,734,264	
PAYROLL TAXES		460,266					1,583,311	
TRADE PAYABLES - THIRD PARTIES	34,080,412			1,794,466	32,996,046			
TRADE PAYABLES - INTERCOMPANY								
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI								
DIP PRINCIPAL REPAYMENTS								
DIP INTEREST AND USAGE FEES								
TRANSFERS OUT - THIRD PARTIES								
TRANSFERS OUT - NONFILING ENTITIES								
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		44,717,515						
MISCELLANEOUS	926,458	184,301	229,241	513,631	328,067	14,862		
<b>TOTAL DISBURSEMENTS</b>	<b>35,006,871</b>	<b>1,602,385</b>	<b>44,946,756</b>	<b>2,308,097</b>	<b>33,324,114</b>	<b>4,332,437</b>	<b>-</b>	<b>-</b>
<b>NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)</b>							<b>(14,862)</b>	
<b>CASH - END OF MONTH</b>	<b>(0)</b>	<b>-</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>37,252</b>	<b>45,246</b>	<b>24,567</b>

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W. R. Grace &amp; Co. - Conn

## Schedule of Cash Receipts and Disbursements

MOR-1

June 2004

	Hibernia Natl Disbursement 101391210	Bank of America Payroll 0000 0002 2137	Affirst Payroll 16268657	First Union Petty Cash 2040000016900	Banco de Credito Operating Accr 1931115122056	Banco de Credito Operating Accr 1831125983172	Banco de Credito Time Deposit 0015820
<b>CASH BEGINNING OF MONTH</b>	\$ 10,000	\$ -	\$ 273,090	\$ 56,332	\$ 2,709	\$ 82,225	\$ -
<b>RECEIPTS</b>							
ACCOUNTS RECEIVABLE - THIRD PARTIES					13,626	234,938	
ACCOUNTS RECEIVABLE - INTERCOMPANY							
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI							
DIP BORROWINGS							
TRANSFERS IN - THIRD PARTIES					27,072		
TRANSFERS IN - NONFILING ENTITIES							
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS			5,591,288				
MISCELLANEOUS			2,292				
<b>TOTAL RECEIPTS</b>		-	5,593,580	-	40,698	234,938	-
<b>DISBURSEMENTS</b>							
PAYROLL			3,650,275		865		
PAYROLL TAXES			1,941,013		4,506		
TRADE PAYABLES - THIRD PARTIES							
TRADE PAYABLES - INTERCOMPANY							
ACCOUNT SECURITIZATION							
PAYMENTS AS SERVICER FOR GRPI							
DIP PRINCIPAL REPAYMENTS							
DIP INTEREST AND USAGE FEES							
TRANSFERS OUT - THIRD PARTIES					25,548	27,029	
TRANSFERS OUT - NONFILING ENTITIES							
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS							
MISCELLANEOUS					7,241	6,051	
<b>TOTAL DISBURSEMENTS</b>		-	5,591,288	-	38,160	33,080	-
<b>NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)</b>		-	2,292	-	2,538	201,858	-
<b>CASH - END OF MONTH</b>	10,000	-	275,382	56,332	5,248	284,083	-

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W. R. Grace &amp; Co. - Conn

## Schedule of Cash Receipts and Disbursements

MOR-1

June 2004

	Bank of Boston Operating Acct 0154519	Bank of Boston Operating Acct 0154424	Cash in Transit	Cash on Hand	Other	CURRENT MONTH
						ACTUAL
						PROJECTED
<b>CASH BEGINNING OF MONTH</b>	\$ 1,890	\$ 538,801	\$ 2,079,099	\$ 43,925	\$ 346,172	\$ 169,612,260
<b>RECEIPTS</b>						
ACCOUNTS RECEIVABLE - THIRD PARTIES		184,203				76,214,838
ACCOUNTS RECEIVABLE - INTERCOMPANY						13,932,186
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI						-
DIP BORROWINGS						-
TRANSFERS IN - THIRD PARTIES	56,266					3,680,090
TRANSFERS IN - NONFILING ENTITIES						57,854,958
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS						394,221,212
MISCELLANEOUS			3,453			169,478
<b>TOTAL RECEIPTS</b>	56,266	184,203	3,453	-	-	546,072,760
<b>DISBURSEMENTS</b>						
PAYROLL	7,186					12,733,368
PAYROLL TAXES	1,171					6,548,247
TRADE PAYABLES - THIRD PARTIES		223,277				69,297,192
TRADE PAYABLES - INTERCOMPANY						-
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI						-
DIP PRINCIPAL REPAYMENTS						-
DIP INTEREST AND USAGE FEES						182,444
TRANSFERS OUT - THIRD PARTIES	31,739	56,000				13,560,600
TRANSFERS OUT - NONFILING ENTITIES						17,231,315
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS			2,079,098			394,474,315
MISCELLANEOUS	3,901	11,059		29,652		2,462,658
<b>TOTAL DISBURSEMENTS</b>	43,997	290,335	2,079,098	-	29,652	516,480,039
<b>NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)</b>	12,268	(106,132)	(2,075,645)	-	(29,652)	29,582,722
<b>CASH - END OF MONTH</b>	14,159	432,669	3,453	43,925	316,519	199,204,981

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W.R. Grace &amp; Co.

## Schedule of Cash Receipts and Disbursements

MOR-1

June 2004

	JP Morgan Chase Pass Through 323861993	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ (0)	\$ (0)	-
<b>RECEIPTS</b>			
ACCOUNTS RECEIVABLE - THIRD PARTIES			-
ACCOUNTS RECEIVABLE - INTERCOMPANY			-
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI			-
DIP BORROWINGS			-
TRANSFERS IN - THIRD PARTIES			-
TRANSFERS IN - NONFILING ENTITIES			-
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	253,103	253,103	-
TOTAL RECEIPTS	253,103	253,103	-
<b>DISBURSEMENTS</b>			
PAYROLL			-
PAYROLL TAXES			-
TRADE PAYABLES - THIRD PARTIES			-
TRADE PAYABLES - INTERCOMPANY			-
ACCOUNT SECURITIZATION			-
PAYMENTS AS SERVICER FOR GRPI			-
DIP PRINCIPAL REPAYMENTS			-
DIP INTEREST AND USAGE FEES			-
TRANSFERS OUT - THIRD PARTIES			-
TRANSFERS OUT - NONFILING ENTITIES			-
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	253,103	253,103	-
MISCELLANEOUS			-
TOTAL DISBURSEMENTS	253,103	253,103	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ (0)	\$ (0)	\$ -

Remedium Group, Inc.

## Schedule of Cash Receipts and Disbursements

MOR-1

June 2004

	JP Morgan Chase Depository/Wire 323883842	JP Morgan Chase Disbursement 601831986	Other	CURRENT MONTH	
				ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ (75,056)	\$ (2,501)	\$ (77,557)	
RECEIPTS					
ACCOUNTS RECEIVABLE - THIRD PARTIES				-	
ACCOUNTS RECEIVABLE - INTERCOMPANY				-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI				-	
DIP BORROWINGS				-	
TRANSFERS IN - THIRD PARTIES				-	
TRANSFERS IN - NONFILING ENTITIES				-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		253,103		253,103	
TOTAL RECEIPTS	-	253,103	-	253,103	
DISBURSEMENTS					
PAYROLL				-	
PAYROLL TAXES				-	
TRADE PAYABLES - THIRD PARTIES				-	
TRADE PAYABLES - INTERCOMPANY				-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI				-	
DIP PRINCIPAL REPAYMENTS				-	
DIP INTEREST AND USAGE FEES				-	
TRANSFERS OUT - THIRD PARTIES		261,430		261,430	
TRANSFERS OUT - NONFILING ENTITIES				-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS				-	
MISCELLANEOUS				-	
TOTAL DISBURSEMENTS	-	261,430	-	261,430	
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	(8,327)	-	(8,327)	
CASH - END OF MONTH	-	(83,384)	(2,501)	(85,885)	

Darex Puerto Rico, Inc.

## Schedule of Cash Receipts and Disbursements

MOR-1

June 2004

	Citibank Operating Acct 300153011	Petty Cash	Other	CURRENT MONTH	
				ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 2,446,308	\$ 1,500	\$ (51,673)	\$ 2,396,135	
ACCOUNTS RECEIVABLE - THIRD PARTIES	958,285			958,285	
ACCOUNTS RECEIVABLE - INTERCOMPANY				-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI				-	
DIP BORROWINGS				-	
TRANSFERS IN - THIRD PARTIES				-	
TRANSFERS IN - NONFILING ENTITIES				-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	678,483			678,483	
TOTAL RECEIPTS	1,636,768	-	-	1,636,768	-
DISBURSEMENTS					
PAYROLL	7,072			7,072	
PAYROLL TAXES					
TRADE PAYABLES - THIRD PARTIES	303,322			303,322	
TRADE PAYABLES - INTERCOMPANY				-	
ACCOUNT SECURITIZATION				-	
PAYMENTS AS SERVICER FOR GRPI				-	
DIP PRINCIPAL REPAYMENTS				-	
DIP INTEREST AND USAGE FEES				-	
TRANSFERS OUT - THIRD PARTIES				-	
TRANSFERS OUT - NONFILING ENTITIES				-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	678,483			678,483	
MISCELLANEOUS				-	
TOTAL DISBURSEMENTS	988,877	-	-	988,877	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	647,891	-	-	647,891	-
CASH - END OF MONTH	3,094,199	1,500	(51,673)	3,044,026	-

CC Partners		First Union Deposit Acc: 2199500031802	CURRENT MONTH	
			ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ -	\$ -	\$ -
<b>RECEIPTS</b>	No Activity			
ACCOUNTS RECEIVABLE - THIRD PARTIES			-	
ACCOUNTS RECEIVABLE - INTERCOMPANY			-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI			-	
DIP BORROWINGS			-	
TRANSFERS IN - THIRD PARTIES			-	
TRANSFERS IN - NONFILING ENTITIES			-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS			-	
<b>TOTAL RECEIPTS</b>	-	-	-	-
<b>DISBURSEMENTS</b>				
PAYROLL			-	
PAYROLL TAXES			-	
TRADE PAYABLES - THIRD PARTIES			-	
TRADE PAYABLES - INTERCOMPANY			-	
ACCOUNT SECURITIZATION			-	
PAYMENTS AS SERVICER FOR GRPI			-	
DIP PRINCIPAL REPAYMENTS			-	
DIP INTEREST AND USAGE FEES			-	
TRANSFERS OUT - THIRD PARTIES			-	
TRANSFERS OUT - NONFILING ENTITIES			-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS			-	
MISCELLANEOUS			-	
<b>TOTAL DISBURSEMENTS</b>	-	-	-	-
<b>NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)</b>			-	-
<b>CASH - END OF MONTH</b>	\$ -	\$ -	\$ -	\$ -

Kootenai Development Company Schedule of Cash Receipts and Disbursements MOR-1 June 2004		First National Bank of Montana 1048097	CURRENT MONTH	
			ACTUAL	PROJECTED
CASH BEGINNING OF MONTH		\$ 17,363	\$ 17,363	
RECEIPTS		No Activity	-	
ACCOUNTS RECEIVABLE - THIRD PARTIES			-	
ACCOUNTS RECEIVABLE - INTERCOMPANY			-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI			-	
DIP BORROWINGS			-	
TRANSFERS IN - THIRD PARTIES			-	
TRANSFERS IN - NONFILING ENTITIES			-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS			-	
TOTAL RECEIPTS		-	-	
DISBURSEMENTS			-	
PAYROLL			-	
PAYROLL TAXES			-	
TRADE PAYABLES - THIRD PARTIES			-	
TRADE PAYABLES - INTERCOMPANY			-	
ACCOUNT SECURITIZATION			-	
PAYMENTS AS SERVICER FOR GRPI			-	
DIP PRINCIPAL REPAYMENTS			-	
DIP INTEREST AND USAGE FEES			-	
TRANSFERS OUT - THIRD PARTIES			-	
TRANSFERS OUT - NONFILING ENTITIES			-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS			-	
MISCELLANEOUS			-	
TOTAL DISBURSEMENTS		-	-	
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)		-	-	
CASH - END OF MONTH		\$ 17,363	\$ 17,363	\$ -

## Grace Europe, Inc.

## Schedule of Cash Receipts and Disbursements

MOR-1

June 2004

	Barclays Bank PLC	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ (435)	\$ (435)	-
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	-
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	-
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	-
DIP BORROWINGS		-	-
TRANSFERS IN - THIRD PARTIES		-	-
TRANSFERS IN - NONFILING ENTITIES		-	-
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	-
TOTAL RECEIPTS		-	-
DISBURSEMENTS			
PAYROLL		-	-
PAYROLL TAXES		-	-
TRADE PAYABLES - THIRD PARTIES		-	-
TRADE PAYABLES - INTERCOMPANY		-	-
ACCOUNT SECURITIZATION		-	-
PAYMENTS AS SERVICER FOR GRPI		-	-
DIP PRINCIPAL REPAYMENTS		-	-
DIP INTEREST AND USAGE FEES		-	-
TRANSFERS OUT - THIRD PARTIES		-	-
TRANSFERS OUT - NONFILING ENTITIES		-	-
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	-
MISCELLANEOUS	227	227	-
TOTAL DISBURSEMENTS	227	227	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	(227)	(227)	-
CASH - END OF MONTH	\$ (662)	\$ (662)	\$ -

## Gloucester New Communities Company, Inc.

## Schedule of Cash Receipts and Disbursements

MOR-1

June 2004

	Cash On Hand	CURRENT MONTH	
		ACTUAL	PROJECTED
<b>CASH BEGINNING OF MONTH</b>	\$ 500	\$ 500	
<b>RECEIPTS</b>			
ACCOUNTS RECEIVABLE - THIRD PARTIES	No Activity	-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
<b>TOTAL RECEIPTS</b>		-	-
<b>DISBURSEMENTS</b>			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION		-	
PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
<b>TOTAL DISBURSEMENTS</b>		-	-
<b>NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)</b>		-	-
<b>CASH - END OF MONTH</b>	\$ 500	\$ 500	\$ -

Dewey & Almy, LLC Schedule of Cash Receipts and Disbursements MOR-1 June 2004		CURRENT MONTH	
	Miscellaneous	ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 1,000	\$ 1,000	\$ -
RECEIPTS	No Activity	-	-
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	-
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	-
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	-
DIP BORROWINGS		-	-
TRANSFERS IN - THIRD PARTIES		-	-
TRANSFERS IN - NONFILING ENTITIES		-	-
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	-
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS	-	-	-
PAYROLL		-	-
PAYROLL TAXES		-	-
TRADE PAYABLES - THIRD PARTIES		-	-
TRADE PAYABLES - INTERCOMPANY		-	-
ACCOUNT SECURITIZATION		-	-
PAYMENTS AS SERVICER FOR GRPI		-	-
DIP PRINCIPAL REPAYMENTS		-	-
DIP INTEREST AND USAGE FEES		-	-
TRANSFERS OUT - THIRD PARTIES		-	-
TRANSFERS OUT - NONFILING ENTITIES		-	-
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	-
MISCELLANEOUS		-	-
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ 1,000	\$ 1,000	\$ -

W. R. Grace & Co. - Conn  
Bank Reconciliations  
May 2004  
MOR-1

	JP Morgan Chase Disbursement 9101013572	Wachovia Lockbox 8619039102	Fair Union Deposit Acct 2199500021812	Merrill Lynch Investment 3323735	Merrill Lynch Investment 31833431756
Balance per books	\$ 131,475	\$ -	\$ -	\$ 162,332,769	\$ -
Bank Balance (+) Deposits in transit (-) Outstanding checks Other	\$ 131,475	\$ -	\$ 14,652 - (14,652)	\$ 162,332,769 - -	\$ -
Adjusted bank balance	\$ 131,475	\$ -	\$ -	\$ 162,332,769	\$ -
Deposits in Transit	Date	Amount	Date	Amount	Date
Outstanding Checks	Ck. #	Amount	Ck. #	Amount	Ck. #
Other					
Transfers between bank accounts					
Accounting error					
Interest not recorded on books					
Bank fees not recorded on books					
Payroll tax payments not recorded					
Unreconciled bank activity					
Unreconciled ledger activity					
Returned item adjustment					
Payroll/other activity in transit					
Petty cash funds					
Reporting reclass					
Unrecorded deposit					

W. R. Grace & Co. - Conn  
Bank Reconciliations  
May 2004  
MOR-1

	JP Morgan Chase Holding 323223141	JP Morgan Chase Concentration 16001257	Bank of America Lookbox 8188203114	First Union Concentration 2000000282172	First Union Payroll 207990016741
Balance per books	\$ 739,413	\$ 297,878	\$ 2,554,554	\$ -	\$ -
Bank Balance (+) Deposits in transit (-) Outstanding checks Other	\$ 740,037 - (624)	\$ 297,878 - -	\$ 2,554,554 - -	\$ 1,884,824 - (1,884,824)	\$ - - (218,839) 218,839
Adjusted bank balance	\$ 739,413	\$ 297,878	\$ 2,554,554	\$ -	\$ -
Deposits in Transit	Date	Amount	Date	Amount	Date
Outstanding Checks	Ck. #	Amount	Ck. #	Amount	Ck. #
Other					Detail available
Transfers between bank accounts					
Accounting error					
Interest not recorded on books					
Bank fees not recorded on books					
Payroll tax payments not recorded					
Unreconciled bank activity					
Unreconciled ledger activity					
Returned item adjustment					
Payroll/other activity in transit					
Petty cash funds					
Reporting reclass					
Unrecorded deposit					

W. R. Grace & Co. - Conn  
Bank Reconciliations  
May 2004  
MOR-1

	First Union Petty Cash 2079900005600	Civic Bank Payroll 15502015736	First Union Libby Medical 2079900005606	First Union Accts Payable 2079920005761	First Union Payroll 2079900005754	
Balance per books	\$ -	\$ -	\$ -	\$ -	\$ -	
Bank Balance	\$ -	\$ -	\$ -	\$ -	\$ -	
(+) Deposits in transit						
(-) Outstanding checks	(221)	-	-	(4,852,784)	(102,487)	
Other	221	-	-	4,852,784	102,487	
Adjusted bank balance	\$ -	\$ -	\$ -	\$ -	\$ -	
Deposits in Transit	Date	Amount	Date	Amount	Date	Amount
Outstanding Checks	Ck. #	Amount	Ck. #	Amount	Ck. #	Amount
	12586	(15)				
	12589	(88)				
	12590	(30)				
	37009	(88)				
Other						
Transfers between bank accounts						
Accounting error						
Interest not recorded on books						
Bank fees not recorded on books						
Payroll tax payments not recorded						
Unreconciled bank activity						
Unreconciled ledger activity						
Returned item adjustment						
Payroll/other activity in transit						
Petty cash funds						
Reporting reclass						
Unrecorded deposit						

W. R. Grace & Co. - Conn  
Bank Reconciliations  
May 2004  
MOR-1

	Wachovia Lockbox 1866-082535	First Union Accts payable 2079900005260	First Union Accts Payable 2079900005231	Allfirst Payroll 16298631	SunTrust Payroll 00000141309	
Balance per books	\$ -	\$ -	\$ -	\$ 52,114	\$ 45,246	
Bank Balance	\$ 748,298	\$ -	\$ -	\$ 228,894	\$ 45,246	
(+) Deposits in transit	-	-	-	-	-	
(-) Outstanding checks	-	(1,138,871)	-	(179,018)	-	
Other	(748,298)	1,138,871	-	2,238	-	
Adjusted bank balance	\$ -	\$ -	\$ -	\$ 52,114	\$ 45,246	
Deposits in Transit	Date	Amount	Date	Amount	Date	Amount
Outstanding Checks	Ck. #	Amount	Ck. #	Amount	Ck. #	Amount
Other						
Transfers between bank accounts	(750,869)	1,138,871	2,504	2,496	(32)	(226)
Accounting error						
Interest not recorded on books						
Bank fees not recorded on books						
Payroll tax payments not recorded						
Unreconciled bank activity						
Unreconciled ledger activity						
Returned item adjustment						
Payroll/other activity in transit						
Petty cash funds						
Reporting reclass						
Unrecorded deposit						

**W. R. Grace & Co. - Conn  
Bank Reconciliations  
May 2004  
MOR-1**

	PNC	Hibernia Natl Disbursement 101391210	Bank of America Payroll 0000 0002 2137	Allfirst Payroll 16298657	First Union Petty Cash 2040000018900
Balance per books	\$ 24,567	\$ 10,000	\$ -	\$ 273,090	\$ 56,332
Bank Balance	\$ 24,526	\$ 10,000	\$ -	\$ 313,659	\$ 45,310
(+) Deposits in transit	-	-	-	(40,569)	-
(-) Outstanding checks	-	-	-	-	11,022
Other	41	-	-	-	-
Adjusted bank balance	\$ 24,567	\$ 10,000	\$ -	\$ 273,090	\$ 56,332
Deposits in Transit	Date	Amount	Date	Amount	Date
Outstanding Checks	Ck. #	Amount	Ck. #	Amount	Ck. #
					Detail Available
Other					
Transfers between bank accounts					
Accounting error					
Interest not recorded on books					
Bank fees not recorded on books					
Payroll tax payments not recorded					
Unreconciled bank activity					
Unreconciled ledger activity					
Returned item adjustment					
Payroll/other activity in transit					
Petty cash funds					
Reporting reclass					
Unrecorded deposit					

W. R. Grace & Co - Conn  
Bank Reconciliations  
May 2004  
MOR-1

	Banco de Credito Operating Acct 1931115122056	Banco de Credito Operating Acct 1931125963172	Banco de Credito Time Deposit 0015820	Bank of Boston Operating Acct 0154519	Bank of Boston Operating Acct 0154424			
Balance per books	(Soles) 9,457	(US\$) \$ 82,225	(US\$) \$ -	(Soles) 6,598	(US\$) \$ 538,801			
Bank Balance	\$ 12,235	\$ 82,523	\$ -	\$ 6,598	\$ 538,801			
(+) Deposits in transit	-	-	-	-	-			
(-) Outstanding checks	(2,778)	(298)	-	-	-			
Other	-	-	-	-	-			
Adjusted bank balance	\$ 9,457	\$ 82,225	\$ -	\$ 6,598	\$ 538,801			
Deposits In Transit	Date	Amount	Date	Amount	Date	Amount	Date	Amount
Outstanding Checks	Ck. #	Amount	Ck. #	Amount	Ck. #	Amount	Ck. #	Amount
	921314 921325 793652 various	(240) (240) (639) (1,659)	8711303	(298)				
Other								
Transfers between bank accounts								
Accounting error								
Interest not recorded on books								
Bank fees not recorded on books								
Payroll tax payments not recorded								
Unreconciled bank activity								
Unreconciled ledger activity								
Returned item adjustment								
Payroll/other activity in transit								
Petty cash funds								
Reporting reclass								
Unrecorded deposit								

Remedium Group, Inc  
Bank Reconciliations  
May 2004  
MOR-1

	JP Morgan Chase Pass Through 323883842	JP Morgan Chase Disbursement 601831985
Balance per books	\$ -	\$ (75,056)
Bank Balance (+) Deposits in transit (-) Outstanding checks Other	\$ - - -	\$ - - (75,056)
Adjusted bank balance	\$ -	\$ (75,056)
Deposits in Transit	Date	Amount
Outstanding Checks	Ck. #	Amount
	5255	(84)
	5505	(94)
	5524	(200)
	5546	(13,112)
	5548	(31)
	5550	(104)
	5551	(2,000)
	5552	(60)
	5553	(436)
	5554	(3,061)
	5555	(71)
	5556	(86)
	5558	(400)
	5560	(10,963)
	5561	(300)
	5562	(38,397)
	5563	(2,024)
	5564	(1,895)
	5565	(1,205)
	5566	(35)
	5567	(100)
	5568	(1,905)
	5569	(40)
	5570	(136)
	5571	(168)
	5572	(1,000)
	5573	(204)
	5300	3,055
Other		
Transfers between bank accounts		
Accounting error		
Interest not recorded on books		
Bank fees not recorded on books		
Payroll tax payments not recorded		
Unreconciled bank activity		
Unreconciled ledger activity		
Returned item adjustment		
Payroll activity in transit		
Petty cash funds		

W. R. Grace & Co. Bank Reconciliations May 2004 MOR-1	
	JP Morgan Chase Pass Through 323881963
Balance per books	\$ -
Bank Balance	\$ -
(+) Deposits in transit	-
(-) Outstanding checks	-
Other	-
Adjusted bank balance	\$ -
<b>Deposits in Transit</b>	Date      Amt
<b>Outstanding Checks</b>	Ck. #      Amt
<b>Other</b>	
Transfers between bank accounts	
Accounting error	
Interest not recorded on books	
Bank fees not recorded on books	
Payroll tax payments not recorded	
Unreconciled bank activity	
Unreconciled ledger activity	
Returned item adjustment	
Payroll activity in transit	
Petty cash funds	

CC Partners Bank Reconciliations May 2004 MOR-1		First Union Deposit Acct 2199500031602
<b>Balance per books</b>		\$ -
Bank Balance		\$ -
(+) Deposits in transit		-
(-) Outstanding checks		-
Other		-
<b>Adjusted bank balance</b>		\$ -
<b>Deposits in Transit</b>		
<b>Outstanding Checks</b>		
<b>Other</b>		
Transfers between bank accounts		
Accounting error		
Interest not recorded on books		
Bank fees not recorded on books		
Payroll tax payments not recorded		
Unreconciled bank activity		
Unreconciled ledger activity		
Returned item adjustment		
Payroll activity in transit		
Petty cash funds		

Darex Puerto Rico, Inc. Bank Reconciliations May 2004 MOR-1	
	<b>Citibank</b> <b>Operating A/cct</b> 300153011
Balance per books	\$ 2,446,308
Bank Balance	\$ 2,584,190
(+) Deposits in transit	9,646
( - ) Outstanding checks	(148,490)
Other	962
<b>Adjusted bank balance</b>	<b>\$ 2,446,308</b>
<b>Deposits in Transit</b>	<b>Date</b>
	26-May-04
	9,646
<b>Outstanding Checks</b>	<b>Ck. #</b>
	Amt
15481	(27)
15904	(728)
16874	(778)
16971	(920)
16973	(500)
16979	(600)
16983	(2,363)
16984	(6,452)
16985	(3,163)
16993	(79,273)
16996	(19)
16997	(7,931)
16998	(162)
16999	(1,440)
16990	(50)
16991	(65)
16995	(8,250)
16996	(19,354)
16997	(1,221)
16998	(90)
16999	(196)
17000	(11,710)
17001	(52)
17002	(150)
various	(2,996)
<b>Other</b>	
Transfers between bank accounts	
Accounting error	
Interest not recorded on books	
Bank fees not recorded on books	
Payroll tax payments not recorded	
Unreconciled bank activity	
Unreconciled ledger activity	
Returned item adjustment	
Payroll activity in transit	
Petty cash funds	1,049 (87)

Grace Europe, Inc. Bank Reconciliations May 2004 MOR-1		
<b>Barclays Bank PLC</b>		
Balance per books		\$ (435)
Bank Balance		\$ -
(+) Deposits in transit		-
(-) Outstanding checks		-
Other		(435)
Adjusted bank balance		\$ (435)
Deposits in Transit		Date Amt
Outstanding Checks		Ck. # Amt
Other		(435)
Transfers between bank accounts		
Accounting error		
Interest not recorded on books		
Bank fees not recorded on books		
Payroll tax payments not recorded		
Unreconciled bank activity		
Unreconciled ledger activity		
Returned item adjustment		
Payroll activity in transit		
Petty cash funds		

Kootenai Development Company Bank Reconciliations May 2004 MOR-1	
	First National Bank of Montana Checking 1049097
Balance per books	\$ 17,363
Bank Balance (+) Deposits in transit ( - ) Outstanding checks Other	\$ 17,363
Adjusted bank balance	\$ 17,363
Deposits In Transit	
Outstanding Checks	
Other	
Transfers between bank accounts Accounting error Interest not recorded on books Bank fees not recorded on books Payroll tax payments not recorded Unreconciled bank activity Unreconciled ledger activity Returned item adjustment Payroll activity in transit Petty cash funds	

## W.R. Grace &amp; Co. - Chapter 11 Filing Entities

## Combining Statement of Operations

MOR - 2

Month Ended June 30, 2004

	W.R. Grace & Co. - Conn.	W.R. Grace & Co.	Renaissance Group, Inc.	CCHP, Inc.	CC Partners	Grace Washington, Inc.	Litigation Management, Inc.	Grace Europe, Inc.	L B Realty, Inc.
Net sales to third parties	\$ 78,375,945	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	23,565,555	-	-	-	-	-	-	-	-
Net sales to filing entities	143,725	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	558,554	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	(5,927,370)	4,109,905	822,293	19,173	845,233	-	2,031,324	-	-
	96,716,409	4,109,905	822,293	19,173	845,233	-	2,031,324	-	-
Cost of goods sold to third parties	50,579,493	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	19,600,088	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	133,601	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	29,479,532	-	6,016	-	-	57,380	-	-	-
Research and development expenses	2,873,952	-	-	-	-	-	-	-	-
Depreciation and amortization	4,445,508	-	2,317	-	-	-	-	-	-
Interest expense	1,179,258	-	-	-	-	-	-	228	-
Other (income) expense	(1,446,288)	-	-	-	-	-	-	-	-
	106,845,144	-	8,333	-	-	57,380	-	228	-
(Loss) income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	(10,128,735)	4,109,905	813,960	19,173	845,233	(57,380)	2,031,324	(228)	-
Chapter 11 reorganization expenses, net	(551,970)	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	1,883,500	(1,438,466)	(285,041)	(6,710)	(295,832)	430	(710,964)	(263)	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
<b>Net (loss) income</b>	<b>\$ (8,797,205)</b>	<b>\$ 2,671,439</b>	<b>\$ 528,919</b>	<b>\$ 12,463</b>	<b>\$ 549,401</b>	<b>\$ (56,950)</b>	<b>\$ 1,320,360</b>	<b>\$ (491)</b>	<b>\$ -</b>

**Note #2**

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

## W.R. Grace &amp; Co. - Chapter 11 Filing Entities

## Combining Statement of Operations

MOR - 2

Month Ended June 30, 2004

	Grace International Holdings, Inc.	Dexx Puerto Rico, Inc.	Alewife Land Corporation	Alewife Boston, Ltd.	Five Alewife Boston Ltd.	GN Holdings, Inc.	MRA Holdings Corp.	MRA Intermediate, Inc.	MRA Staffing Systems, Inc.	Koolend Development Company
Net sales to third parties	\$ -	\$ 704,714	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	1,531,084	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	(1,862,708)	-	-	-	-	-	-	-	-	-
	(331,625)	704,714								
Cost of goods sold to third parties	20	348,609	16,406	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	5,967	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	68,317	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	7,942	-	-	-	-	-	-	-	-
Interest expense	55,899	-	-	-	-	-	-	-	-	-
	55,919	430,835	16,406							
(Loss) income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	(387,543)	273,879	(16,406)	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net	-	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	(3,059,779)	(95,872)	5,742	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
<b>Net (loss) income</b>	<b>\$ (3,447,322)</b>	<b>\$ 178,007</b>	<b>\$ (10,664)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Note #2**

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W.R. Grace & Co. - Conn.

## W.R. Grace &amp; Co. - Chapter 11 Filing Entities

## Combining Statement of Operations

MOR - 2

Month Ended June 30, 2004

	C&B Biomedical, Inc.	Amicon, Inc.	Grace Environmental, Inc.	Grace Chemical Company of Cuba	Southern Oil Resin & Fiberglass, Inc.	Guance- Caribe Land Development Corporation	Dewey & Almy LLC	A-1 Bit & Tool Co., Inc.	Grace Tarpon Investors, Inc.	G/C Limited Partners I, Inc.
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities										
Net sales to filing entities										
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-	-
Other (income) expense	-	-	-	-	-	-	-	-	-	-
(Loss) income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net	-	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
<b>Net (loss) income</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Note #2**

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W.R. Grace & Co. - Conn.

## W.R. Grace &amp; Co. - Chapter 11 Filing Entities

## Combining Statement of Operations

MOR - 2

Month Ended June 30, 2004

	Monolith Enterprises Incorporated	Grace Culinary Systems, Inc.	Grace Hotel Services Corporation	Monroe Street, Inc.	Grace H+G Inc.	Hanover Square Corporation	Ecargo, Inc.	W.R. Grace Land Corporation	G.C. Management, Inc.	Water Street Corporation
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-	-
Other (income) expense	-	-	-	-	-	-	-	-	-	-
(Loss) income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net	-	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
<b>Net (loss) income</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Note #2**

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W.R. Grace & Co. - Conn.

## W.R. Grace &amp; Co. - Chapter 11 Filing Entities

## Combining Statement of Operations

MOR - 2

Month Ended June 30, 2004

	Del Taco Restaurants, Inc.	W.R. Grace Capital Corporation	Gloucester New Communities Company, Inc.	Creative Food 'N Fun Company	Grace PAR Corporation	Grace A-B Inc.	Horco International, Inc.	GPC Thomasville Corp.	Grace Ventures Corp.	Grace Energy Corporation
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-	-
Other (income) expense	-	-	-	-	-	-	-	-	-	-
(Loss) income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net	-	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
<b>Net (loss) income</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Note #2**

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W.R. Grace & Co. - Conn.

## W.R. Grace &amp; Co. - Chapter 11 Filing Entities

## Combining Statement of Operations

MOR - 2

Month Ended June 30, 2004

	GEC Management Corporation	Grace Offshore Company	Coalgaece, Inc.	Grace A-B II Inc.	Grace H-G II Inc.	Coalgaece II Inc.	Gracecoal II Inc.	Graceoil Inc.	Grace Drilling Company	Grace Petroleum Libya Incorporated
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities										
Net sales to filing entities										
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-	-
Other (income) expense	-	-	-	-	-	-	-	-	-	-
(Loss) income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net	-	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-	-
<b>Net (loss) income</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Note #2**

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

## W.R. Grace &amp; Co. - Chapter 11 Filing Entities

## Combining Statement of Operations

MOR - 2

Month Ended June 30, 2004

	Axial Beach Ranch Company	Hayden-Gulch West Coal Company	H-G Coal Company	Eliminations between Filing Entities	Conversion to Equity Method	COMBINED FILING ENTITIES
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 79,080,660
Net sales to non-filing entities	-	-	-	(143,725)	-	23,565,555
Net sales to filing entities	-	-	-	(37,848)	-	2,089,637
Interest and royalties from non-filing entities, net	-	-	-	(181,574)	-	104,735,852
Interest and royalties from filing entities, net	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	50,944,528
Cost of goods sold to non-filing entities	-	-	-	-	-	19,600,088
Cost of goods sold to filing entities	-	-	-	(139,568)	-	-
Selling, general and administrative expenses	-	-	-	-	-	29,611,246
Research and development expenses	-	-	-	-	-	2,873,952
Depreciation and amortization	-	-	-	-	-	4,455,767
Interest expense	-	-	-	-	-	1,179,486
Other (income) expense	-	-	-	-	-	(1,390,389)
(Loss) income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	-	-	-	(139,568)	-	107,274,677
Chapter 11 reorganization expenses, net	-	-	-	(42,006)	-	(2,538,826)
(Provision for) benefit from income taxes	-	-	-	-	-	(551,970)
Minority interest in income of subsidiary	-	-	-	-	-	(4,003,255)
Equity in net income of non-filing entities	-	-	-	-	18,008,385	18,008,385
<b>Net (loss) income</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (42,006)</b>	<b>\$ 18,008,385</b>	<b>\$ 10,914,335</b>

**Note #2**

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

## W.R. Grace &amp; Co. - Chapter 11 Filing Entities

## Combining Balance Sheet

MOR - 3

June 30, 2004

	W.R. Grace & Co.- Conn	W.R. Grace & Co.	Remedium Group, Inc.	CCHP, Inc.	CC Partners	Grace Washington, Inc.
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and cash equivalents	\$ 199,204,981	\$ -	\$ (85,885)	\$ -	\$ -	\$ -
Accounts and other receivables, net	123,161,860	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	337,510,024	(419,208,104)	(12,002,614)	12,885,005	(37,739,222)	(9,813,571)
Inventories	78,349,268	-	-	-	-	-
Deferred income taxes	20,424,218	-	11,528,828	-	-	-
Other current assets	16,192,284	-	-	-	-	-
<b>Total Current Assets</b>	774,842,637	(419,208,104)	(559,671)	12,885,005	(37,739,222)	(9,813,571)
Properties and equipment, net	364,053,313	-	443,744	-	-	-
Goodwill	14,499,090	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	96,598,587	-	-	-	-	-
Deferred income taxes	780,752,321	-	29,268,534	-	-	-
Asbestos-related insurance receivable	263,969,249	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	(1,384,216,547)	874,825,890	130,381,002	4,936,559	213,434,748	-
Investment in filing and non-filing entities	789,393,749	241,512,111	-	-	-	-
Other assets	81,135,743	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 1,781,026,141</b>	<b>\$ 697,129,896</b>	<b>\$ 159,533,608</b>	<b>\$ 17,821,564</b>	<b>\$ 176,695,527</b>	<b>\$ (9,813,571)</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)</b>						
<b>Liabilities Not Subject to Compromise</b>						
<b>Current Liabilities</b>						
Debt payable within one year	\$ 0	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	43,765,136	-	69,637	-	-	-
Income taxes payable	268	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	89,677,211	-	388,908	-	-	3,036
<b>Total Current Liabilities</b>	<b>133,442,615</b>	<b>-</b>	<b>458,544</b>	<b>-</b>	<b>-</b>	<b>3,036</b>
Debt payable after one year	-	-	-	-	-	-
Deferred income taxes	142,151,168	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	0	-	-	-	-	-
Other liabilities	261,885,753	188,091	0	-	(0)	-
<b>Total Liabilities Not Subject to Compromise</b>	<b>537,479,536</b>	<b>188,091</b>	<b>458,545</b>	<b>-</b>	<b>(0)</b>	<b>3,036</b>
<b>Liabilities Subject to Compromise</b>						
Debt, pre-petition plus accrued interest	557,211,342	-	-	-	-	-
Accounts payable	30,587,889	-	665,607	-	-	-
Income taxes payable	167,649,792	25,797,020	(1,322,662)	112,310	5,321,870	(7,100)
Asbestos-related liability	988,425,022	-	-	-	-	-
Other liabilities	497,146,340	-	116,077,134	-	32,094,183	-
<b>Total Liabilities Subject to Compromise</b>	<b>2,241,020,385</b>	<b>25,797,020</b>	<b>115,420,078</b>	<b>112,310</b>	<b>37,416,053</b>	<b>(7,100)</b>
<b>Total Liabilities</b>	<b>2,778,499,920</b>	<b>25,985,111</b>	<b>115,878,623</b>	<b>112,310</b>	<b>37,416,053</b>	<b>(4,064)</b>
<b>Shareholders' Equity (Deficit)</b>						
Preferred Stock	-	-	-	-	-	-
Common Stock	83,968,960	771,117	12,223	1,000	-	1,000
Paid in capital	142,809,878	426,830,996	9,724,449	34,052,467	56,011,577	-
(Accumulated deficit)/Retained earnings	(864,191,057)	377,402,025	33,918,313	(16,344,213)	82,267,897	(9,810,508)
Treasury stock, at cost	-	(133,859,453)	-	-	-	-
Accumulated other comprehensive loss	(360,059,560)	100	-	-	-	-
<b>Total Shareholders' Equity (Deficit)</b>	<b>(997,471,779)</b>	<b>671,144,785</b>	<b>43,654,985</b>	<b>17,709,254</b>	<b>138,279,474</b>	<b>(9,809,508)</b>
<b>Total Liabilities and Shareholders' Equity (Deficit)</b>	<b>\$ 1,781,026,141</b>	<b>\$ 697,129,896</b>	<b>\$ 159,533,608</b>	<b>\$ 17,821,564</b>	<b>\$ 176,695,527</b>	<b>\$ (9,813,571)</b>

## Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W.R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

## W.R. Grace &amp; Co. - Chapter 11 Filing Entities

## Combining Balance Sheet

MOR - 3

June 30, 2004

	Litigation Management, Inc.	Grace Europe, Inc.	L B Realty, Inc.	Grace International Holdings, Inc.	Darex Puerto Rico, Inc.	Alewite Land Corporation
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and cash equivalents	\$ -	\$ (662)	\$ -	\$ -	\$ 3,044,026	\$ -
Accounts and other receivables, net	-	92,611	-	-	2,351,941	-
Receivables from/(payables to) filing and non-filing entities, net	(386,938,460)	5,677,029	140,524,854	(84,749,767)	(670,212)	(4,170,411)
Inventories	-	(0)	-	-	256,581	-
Deferred income taxes	-	85,492	-	-	4,084	-
Other current assets	-	-	-	-	-	-
<b>Total Current Assets</b>	(386,938,460)	5,854,470	140,524,854	(84,749,767)	4,986,420	(4,170,411)
Properties and equipment, net	-	-	-	-	686,174	-
Goodwill	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	481,955,988	(3,280,981)	-	89,099,473	-	-
Investment in filing and non-filing entities	-	-	-	58,669,464	-	-
Other assets	-	54,000	-	(8,908,166)	244,488	-
<b>Total Assets</b>	<b>\$ 95,017,528</b>	<b>\$ 2,627,489</b>	<b>\$ 140,524,854</b>	<b>\$ 54,111,005</b>	<b>\$ 5,917,082</b>	<b>\$ (4,170,411)</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)</b>						
<b>Liabilities Not Subject to Compromise</b>						
<b>Current Liabilities</b>						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	24,897	-	23,688	321,343	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	354,518	-	-	141,682	-
<b>Total Current Liabilities</b>	-	379,415	-	23,688	463,025	-
Debt payable after one year	-	-	-	-	-	-
Deferred income taxes	-	0	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
<b>Total Liabilities Not Subject to Compromise</b>	-	379,415	-	23,688	463,025	-
<b>Liabilities Subject to Compromise</b>						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	-	-	-	-	133,907	-
Income taxes payable	16,398,003	(927,068)	(150)	(4,105,467)	2,179,001	(53,270)
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	244,262	-	-	-	-
<b>Total Liabilities Subject to Compromise</b>	<b>16,398,003</b>	<b>(682,807)</b>	<b>(150)</b>	<b>(4,105,467)</b>	<b>2,312,908</b>	<b>(53,270)</b>
<b>Total Liabilities</b>	<b>16,398,003</b>	<b>(303,392)</b>	<b>(150)</b>	<b>(4,081,779)</b>	<b>2,775,934</b>	<b>(53,270)</b>
<b>Shareholders' Equity (Deficit)</b>						
Preferred Stock	112	-	-	-	-	-
Common Stock	1,000	1,000	-	-	1,000	200
Paid in capital	(29,267,410)	-	25,358,993	61,845,489	-	274,606
(Accumulated deficit)/Retained earnings	107,885,823	(483,005)	115,166,011	(47,911,536)	3,140,148	(4,391,946)
Treasury stock, at cost	-	3,412,886	-	44,257,830	-	-
Accumulated other comprehensive loss	-	-	-	-	-	-
<b>Total Shareholders' Equity (Deficit)</b>	<b>78,619,525</b>	<b>2,930,881</b>	<b>140,525,004</b>	<b>58,192,783</b>	<b>3,141,148</b>	<b>(4,117,141)</b>
<b>Total Liabilities and Shareholders' Equity (Deficit)</b>	<b>\$ 95,017,528</b>	<b>\$ 2,627,489</b>	<b>\$ 140,524,854</b>	<b>\$ 54,111,005</b>	<b>\$ 5,917,082</b>	<b>\$ (4,170,411)</b>

**Note #3**

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

## W.R. Grace &amp; Co. - Chapter 11 Filing Entities

## Combining Balance Sheet

MOR - 3

June 30, 2004

	Alewive Boston Ltd.	Five Alewife Boston Ltd.	GN Holdings, Inc.	MRA Holdings Corp.	MRA Intermedco, Inc.	MRA Staffing Systems, Inc.
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts and other receivables, net	(2,143,580)	-	(57,817,172)	(110)	(330)	(16,653)
Receivables from/(payables to) filing and non-filing entities, net	-	-	-	-	-	-
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
<b>Total Current Assets</b>	(2,143,580)	-	(57,817,172)	(110)	(330)	(16,653)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	34,053,467	54,500,000	54,500,000	56,011,577
Investment in filing and non-filing entities	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
<b>Total Assets</b>	<b>\$ (2,143,580)</b>	<b>\$ -</b>	<b>\$ (23,763,706)</b>	<b>\$ 54,499,890</b>	<b>\$ 54,499,670</b>	<b>\$ 56,994,924</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)</b>						
<b>Liabilities Not Subject to Compromise</b>						
<b>Current Liabilities</b>						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
<b>Total Current Liabilities</b>	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
<b>Total Liabilities Not Subject to Compromise</b>	-	-	-	-	-	-
<b>Liabilities Subject to Compromise</b>						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Income taxes payable	(210)	-	-	(110)	(330)	(4,062)
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
<b>Total Liabilities Subject to Compromise</b>	(210)	-	-	(110)	(330)	(4,062)
<b>Total Liabilities</b>	(210)	-	-	(110)	(330)	(4,062)
<b>Shareholders' Equity (Deficit)</b>						
Preferred Stock	-	-	931,540	1	130	130
Common Stock	-	-	9,408,460	54,499,999	54,499,870	54,499,870
Paid in capital	(2,143,370)	-	(34,103,706)	-	-	1,498,986
(Accumulated deficit)/Retained earnings	-	-	-	-	-	-
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive loss	-	-	-	-	-	-
<b>Total Shareholders' Equity (Deficit)</b>	(2,143,370)	-	(23,763,706)	54,500,000	54,500,000	55,998,986
<b>Total Liabilities and Shareholders' Equity (Deficit)</b>	<b>\$ (2,143,580)</b>	<b>\$ -</b>	<b>\$ (23,763,706)</b>	<b>\$ 54,499,890</b>	<b>\$ 54,499,670</b>	<b>\$ 56,994,924</b>

## Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W.R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.